

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-20446A
Global Water – Santa Cruz Water Company, Inc.
c/o Global Water
21410 N 19th Ave. Ste. 201
Phoenix, AZ 85027

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ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

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4-19-11

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COMPANY INFORMATION

Company Name (Business Name) <u>Global Water – Santa Cruz Water Company, Inc.</u>		
Mailing Address <u>21410 N. 19th Ave., Ste. 201</u>		
<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85027</u> (Zip)
<u>623-580-9600</u> Telephone No. (Include Area Code)	<u>623-580-9659</u> Fax No. (Include Area Code)	<u>NA</u> Cell No. (Include Area Code)
Email Address <u>graham.symmonds@gwresources.com</u>		
Local Office Mailing Address <u>Same as above</u>		
<u>(Street)</u>		
<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>Local Office Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>
Email Address _____		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact: <u>Graham Symmonds</u>			
<input type="checkbox"/> Management Contact: <u>Graham Symmonds</u> <u>CTO & SVP Regulatory Affairs & Compliance</u>			
<u>(Name)</u>		<u>(Title)</u>	
<u>21410 N. 19th Ave. Ste. 210</u> (Street)	<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85027</u> (Zip)
<u>623-580-9600</u> Telephone No. (Include Area Code)	<u>623-580-9659</u> Fax No. (Include Area Code)	<u>602-615-4532</u> Cell No. (Include Area Code)	
Email Address <u>graham.symmonds@gwresources.com</u>			
On Site Manager: <u>Ron Fleming, General Manager, Arizona</u>			
<u>(Name)</u>			
<u>22590 North Powers Parkway</u> (Street)	<u>Maricopa</u> (City)	<u>AZ</u> (State)	<u>85238</u> (Zip)
<u>520-233-2910</u> Telephone No. (Include Area Code)	<u>520-568-6367</u> Fax No. (Include Area Code)	<u>602-550-2717</u> Cell No. (Include Area Code)	
Email Address <u>ron.fleming@gwresources.com</u>			

Statutory Agent: Andrew Abraham, Burch & Cracchiolo, PLC			
(Name)			
702 East Osborn, Ste. 200	Phoenix	AZ	85014
(Street)	(City)	(State)	(Zip)
602-274-7611	602-234-0341		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: Timothy J. Sabo, Roshka DeWulf & Patten, PLC			
(Name)			
400 E Van Buren, Ste. 800	Phoenix	AZ	85004
(Street)	(City)	(State)	(Zip)
602-256-6100	602-256-6800		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address tsabo@rdp-law.com			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input checked="" type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	45,509	0	45,509
304	Structures and Improvements	9,564,364	(1,172,150)	8,392,214
306	Lake, River and Other Intakes	1,855	0	1,855
307	Wells and Springs	3,708,261	(560,489)	3,147,772
309	Supply Mains	2,184,242	(242,470)	1,941,772
310	Power Generation Equipment	324,152	(75,360)	248,792
311	Pumping Equipment	6,646,170	(3,463,500)	3,182,670
320	Water Treatment Equipment	12,554	(3,494)	9,060
330	Distribution Reservoirs and Standpipes	1,373,590	(294,431)	1,079,159
331	Transmission and Distribution Mains	44,334,810	(3,842,440)	40,492,370
333	Services	4,645,137	(604,232)	4,040,905
334	Meters and Meter Installations	3,737,472	(1,434,526)	2,302,946
335	Hydrants	4,351,520	(372,846)	3,978,674
336	Backflow Prevention Devices	11,662	(4,613)	7,049
339	Other Plant and Misc. Equipment	122,823	(43,932)	78,892
340	Office Furniture and Equipment	508,377	(241,901)	266,476
341	Transportation Equipment	576,093	(494,146)	81,947
343	Tools, Shop and Garage Equipment	70,383	(14,471)	55,912
344	Laboratory Equipment	103,063	(37,215)	65,848
345	Power Operated Equipment	60,372	(10,565)	49,807
346	Communication Equipment	616,104	(257,702)	358,402
347	Miscellaneous Equipment	82,937	(11,630)	71,307
348	Other Tangible Plant	5,141,674	(1,761,377)	3,380,297
390	Office Furniture & Equipment	651,248	(508,036)	143,212
	TOTALS	\$ 88,874,372	(\$ 15,451,526)	\$ 73,422,847

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0	0%	0
302	Franchises	0	0%	0
303	Land and Land Rights	45,509	0%	0
304	Structures and Improvements	9,564,364	3%	319,402
06	Lake, River and Other Intakes	1,855	0%	0
307	Wells and Springs	3,708,261	3%	123,141
309	Supply Mains	2,184,242	2%	42,754
310	Power Generation Equipment	324,152	5%	21,468
311	Pumping Equipment	6,646,170	13%	800,771
320	Water Treatment Equipment	12,554	3%	427
330	Distribution Reservoirs and Standpipes	1,373,590	2%	45,728
331	Transmission and Distribution Mains	44,334,810	2%	897,945
333	Services	4,645,137	3%	154,711
334	Meters and Meter Installations	3,737,472	8%	321,289
335	Hydrants	4,351,520	2%	87,426
336	Backflow Prevention Devices	11,662	7%	1,482
339	Other Plant and Misc. Equipment	122,823	7%	8,548
340	Office Furniture and Equipment	508,377	7%, 14% or 20%	34,531
341	Transportation Equipment	576,093	20%	93,735
343	Tools, Shop and Garage Equipment	70,383	5%	3,523
344	Laboratory Equipment	103,063	10%	10,327
345	Power Operated Equipment	60,372	5%	3,019
346	Communication Equipment	616,104	10% or 20%	80,946
347	Miscellaneous Equipment	82,937	10%	6,022
348	Other Tangible Plant	5,141,674	10%	513,448
390	Office Furniture & Equipment	651,248	3%	126,502
	TOTALS	\$ 88,874,372		\$ 3,697,145

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash and cash equivalents	\$ 1,300	\$ 1,300
132	Special Deposits	\$0	\$0
134	Working Funds	\$0	\$0
135	Temporary Cash Investments	\$0	\$0
141	Customer Accounts Receivable	433,189	726,789
143	Accumulated Provision for Uncollectible Accounts	(26,819)	(65,224)
151	Plant Material and Supplies	4,340	11,719
162	Prepayments	3,659	1,708
174	Miscellaneous Current and Accrued Assets	157,498	231,618
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 573,167	\$ 907,910
	FIXED ASSETS		
101	Utility plant in service (All)	\$ 88,508,958	\$ 88,874,372
103	Property Held for Future Use	0	0
105	Construction Work-in-Progress	25,226,086	25,015,222
108	Accumulated Depreciation - Utility Plant	(11,767,525)	(15,451,526)
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	TOTAL FIXED ASSETS	\$ 101,967,519	\$ 98,438,068
	OTHER ASSETS		
114	Utility Plant Acquisition Adjustments	\$ 0	\$ 0
181	Unamortized Debt Discount & Expense	0	0
190	Accumulated Deferred Income Taxes	518,456	9,647,215
	TOTAL OTHER ASSETS	\$ 518,456	\$ 9,647,215
	TOTAL ASSETS	\$ 103,059,142	\$ 108,993,193

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts payable	\$ 805,030	\$ 855,895
232	Notes Payable (Current Portion)	0	0
235	Customer Deposits	1,358,855	890,235
236	Accrued Taxes	298,242	325,479
237	Accrued Interest	102,691	144,819
241	Miscellaneous Current and Accrued Liabilities	146,198	403,847
253	Other Deferred Credits	311,227	109,536
	TOTAL CURRENT LIABILITIES	\$ 3,022,243	\$ 2,729,811
	LONG-TERM DEBT (Over 12 Months)		
224	Other Long-Term Debt	\$ 0	\$ 0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ 0	\$ 0
252	Advances in Aid of Construction	33,778,262	33,696,708
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	0	26,762,552
272	Less: Amortization of Contributions	0	(1,045,114)
281	Accumulated Deferred Income Taxes	0	116,438.97
	TOTAL DEFERRED CREDITS	\$ 33,778,262	\$ 59,530,585
	TOTAL LIABILITIES	\$ 36,800,505	\$ 62,260,396
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 10	\$ 10
211	Paid in Capital in Excess of Par Value	52,194,571	30,624,434
215	Retained Earnings	14,064,056	16,108,353
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	TOTAL CAPITAL	\$ 66,258,637	\$ 46,732,797
	TOTAL LIABILITIES AND CAPITAL	\$ 103,059,142	\$ 108,993,193

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 7,642,581	\$ 7,990,882
460	Unmetered Water Revenue	1,287,983	1,352,334
474	Other Water Revenues	424,444	341,684
	TOTAL REVENUES	\$ 9,355,008	\$ 9,684,900
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 971,205	\$ 1,092,586
610	Purchased Water	0	0
615	Purchased Power	728,478	698,359
618	Chemicals	34,282	39,625
620	Repairs and Maintenance	8,695	21,903
621	Office Supplies and Expense	247,652	96,008
630	Outside Services	52,357	361,570
635	Water Testing	21,097	17,026
641	Rents	137,897	13,545
650	Transportation Expenses	21,776	33,299
657	Insurance -- General Liability	85,097	79,082
659	Insurance - Health and Life	18,875	21,331
666	Regulatory Commission Expense – Rate Case	0	85,323
675	Miscellaneous Expense	62,493	326,372
403	Depreciation Expense	3,687,197	3,697,145
403	Depreciation Expense – CIAC Amortization	0	(1,045,114)
408	Taxes Other Than Income	37,437	26,429
408.11	Property Taxes	566,721	693,840
409	Income Tax	1,014,120	1,303,883
	TOTAL OPERATING EXPENSES	\$ 7,695,379	\$ 7,562,212
	OPERATING INCOME/(LOSS)	\$ 1,659,629	\$ 2,122,688
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 0
421	Non-Utility Income	37,200	0
426	Miscellaneous Non-Utility Expenses	(161)	(501)
427	Interest Expense	(84,137)	(77,891)
	TOTAL OTHER INCOME/(EXPENSE)	(\$ 47,098)	(\$ 78,392)
	NET INCOME/(LOSS)	\$ 1,612,531	\$ 2,044,296

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 857,017

Meter Deposits Refunded During the Test Year

\$ 618,930

COMPANY NAME: Santa Cruz Water Company	
Name of System: Southwest	ADEQ Public Water System Number: TBD

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-612249 Amarillo Creek South Well			1,000	20		1971
55-612250 Sunset Canyon Well			1,200	16		1978
55-612416 Amarillo Creek East Well	350	2100	904	18	10"	1957
55-625626 Palomino Ranch Well			933	20		1969

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (GPM)	Gallons Purchased or Obtained (In Thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
150	1		
25	1		
75	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
2,500,000 GAL	1	10,000 GAL	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Santa Cruz Water Company	
Name of System: Southwest	ADEQ Public Water System Number: TBD

MAINS

CUSTOMER METERS

Size (in Inches)	Material	Length (in Feet)
-99	DIP	16
16	DIP	99
20	DIP	13,047
24	DIP	16,477
30	DIP	6,562
12	PVC	98
16	PVC	22,383
12	STL	133
16	STL	457
20	STL	94
24	STL	17,694
30	STL	223
36	STL	102
42	STL	198
16	UNK	69

Size (in inches)	Quantity

- ABS = Acrylonitrile-Butadiene-Styrene

AC = Asbestos Cement

ACP = Asbestos Concrete Pipe

ASWP = American Spiral Weld Pipe

CU = Copper

DIP = Ductile Iron Pipe

DIP150 = 150# Ductile Iron Pipe

=
- GALV = Galvanized Steel Pipe

PVC = Polyvinyl Chloride

PVCCL1 = PVC 900 CL 150

PVCCL2 = PVC 900 CL 200

PVCNP = PVC - Not Purple

SDRCL1 = PVC SDR 26 CL 160

STEEL = Steel

UNK = Unknown

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:
Chlorination Injection System at Terrazo WDC

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Global Water - Santa Cruz Water Company	
Name of System: Santa Cruz North	ADEQ Public Water System Number: AZ-04-11-131

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-202407 Maricopa Groves Well		1200	0	20		
55-509941 Rancho Mirage Well	200	1500	1,100	16	12"	1985
55-609593 Sorrento Well			954	20		1958
55-612737 Smith Well	100	1070	1,000	20	8"	1972
55-617338 Vance Well	250	1965	300	20	10"	1973
55-621406 Neely North Well	400	2000	1,000	12	12"	1955
55-621407 Neely West Well	250	1980	700	12	12"	1955
55-621408 Neely East Well	350	2000	1,000	12		1955
55-621410 Porter Road Well	100	1000	400	20	10"	1955
55-622132 Maricopa Meadows Well		1400	600	20	4"	1976
55-624029 Homestead East Well		1200	0	20		1960
55-624031 Homestead West Well		860	1,430	18		1976
55-624037 Glenwilde Well	200	1650	1,992	18	8"	1965
55-801069 Cobblestone Well	200	1280	600	12	10"	1957

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (GPM)	Gallons Purchased or Obtained (In Thousands)

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Global Water - Santa Cruz Water Company	
Name of System: Santa Cruz North	ADEQ Public Water System Number: AZ-04-11-131

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
150	5	2.093	
200	1		
40	4		
50	5		
75	5		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
1,500,000 GAL	2	10,000 GAL	5
2,500,000 GAL	1		
500,000 GAL	2		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Global Water - Santa Cruz Water Company	
Name of System: Santa Cruz North	ADEQ Public Water System Number: AZ-04-11-131

MAINS

Size (in Inches)	Material	Length (in Feet)
16		266
24		25
36		90
2	CU	82
16	CU	110
6	DIP	61
8	DIP	73,278
12	DIP	22,962
16	DIP	47,634
20	DIP	49
24	DIP	618
36	DIP	131
12	DIP150	33
16	DIP150	37
8	DIP250	17
12	DIP250	10
16	DIP250	187
24	DIP250	36
8	DIP350	33
12	DIP350	623
16	DIP350	581
24	DIP350	3
30	DIP350	209
-99	PVC	35
4	PVC	458
6	PVC	37,151
8	PVC	759,827
10	PVC	6,175
12	PVC	151,305
16	PVC	112,803
20	PVC	66
10	PVC160	1,894
12	PVCCL1	112

CUSTOMER METERS

Size (in inches)	Quantity
1 1/2"	60
1"	103
2"	149
3"	4
3/4"	15,069
4"	3
5/8"	1,810
Total	17,198

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Global Water - Santa Cruz Water Company	
Name of System: Santa Cruz North	ADEQ Public Water System Number: AZ-04-11-131

10	PVCCL2	115
12	PVCCL2	1,782
6	STL	77
12	STL	151
-99	UNK	322
1	UNK	27
2	UNK	499
3	UNK	178
4	UNK	208
6	UNK	61
8	UNK	2,161
12	UNK	64
16	UNK	383

ABS = Acrylonitrile-Butadiene-Styrene

AC = Asbestos Cement

ACP = Asbestos Concrete Pipe

ASWP = American Spiral Weld Pipe

CU = Copper

DIP = Ductile Iron Pipe

DIP150 = 150# Ductile Iron Pipe

=

GALV = Galvanized Steel Pipe

PVC = Polyvinyl Chloride

PVCCL1 = PVC 900 CL 150

PVCCL2 = PVC 900 CL 200

PVCNP = PVC - Not Purple

SDRCL1 = PVC SDR 26 CL 160

STEEL = Steel

UNK = Unknown

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Global Water - Santa Cruz Water Company	
Name of System: Santa Cruz North	ADEQ Public Water System Number: AZ-04-11-131

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorine Injection Systems at Main Water Distribution Center, Groves WDC, Meadows WDC and Rancho Mirage WDC

STRUCTURES:

Mobile Mini Trailer
Masonry Brick Walls (Cobblestone Well, Glenwilde Well, Porter Well, Neely West Well, Vance Well, WTP, Groves WDC, Meadows WDC & Well, Rancho Mirage WDC & Well, Rancho El Dorado WDC)
Office/Customer Service Center 25,000 sf

OTHER:

SCADA Communications System & Video Monitoring System
ITRON 2.0 Radio AMR System (endpoints, MVRs mobile read system, handhelds)
ITRON Fixed Network 2.5 AMR System (CCUs, endpoints)
Trailer Mounted Emergency Generator
Switchgear for Distribution Systems & Well Sites
1 x 600 kW Emergency D/G
2 x Chevrolet Trailblazer
13 x Silverado Utility Vehicles
3 x Colorado Utility Vehicles
4 x Service Body Vehicles
1 x Econoline Van
1 x Prius
1 x Valve Exercise Machine - West Valley
1 x 20' Utility Trailer
1 x 1250 kva Emergency Generator
1 x 950 kva Emergency Generator

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY	
Name of System: Santa Cruz Water	ADEQ Public Water System Number: AZ04-11-131

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	15,392	111,965	99,984	
FEBRUARY	15,483	85,765	90,029	
MARCH	15,515	85,625	98,529	
APRIL	15,612	117,507	124,486	
MAY	15,643	120,515	163,834	
JUNE	15,589	142,355	188,293	
JULY	15,626	187,665	194,996	
AUGUST	15,571	163,852	196,006	
SEPTEMBER	15,593	147,167	168,000	
OCTOBER	15,612	159,513	145,815	
NOVEMBER	15,532	119,052	132,274	
DECEMBER	15,503	131,429	113,725	
TOTALS →		1,572,411	1,715,971	

What is the level of arsenic for each well on your system? 0.0088 mg/l
 (If more than one well, please list each separately.)

ADWR #55-612737 Smith Well 0.0093 mg/l
 ADWR #55-617336 Vance Well 0.0093 mg/l
 ADWR #55-621407 Neely West Well 0.0087 mg/l
 ADWR #55-621406 Neely North Well 0.0083 mg/l
 ADWR #55-509941 Rancho Mirage Well 0.0089 mg/l

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs.

If system has chlorination treatment, does this treatment system chlorinate continuously?
 (X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 (X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 (X) Yes () No

If yes, provide the GPCPD amount: 125

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY	
Name of System: Santa Cruz Water	ADEQ Public Water System Number: AZ04-11-131

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		0	389	
FEBRUARY		0	175	
MARCH		0	253	
APRIL		0	238	
MAY		0	172	
JUNE		0	259	
JULY		0	318	
AUGUST		0	280	
SEPTEMBER		0	292	
OCTOBER		0	245	
NOVEMBER		0	355	
DECEMBER		0	156	
TOTALS →		0	3,132	

OTHER (description):

COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY
YEAR ENDING 12/31/2010

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: **\$666,639.00**

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

APR 13 2011

ACCUTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA Maricopa

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance
OF THE Global Water – Santa Cruz Water Company, Inc.

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE
ARIZONA CORPORATION COMMISSION**

FOR THE YEAR ENDING

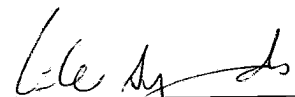
MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL

623-580-9600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA
THIS 15 DAY OF APRIL, 2011.



MY COMMISSION EXPIRES 7/10/2012



SIGNATURE OF NOTARY PUBLIC

COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY
YEAR ENDING 12/31/2010

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>\$ 3,595,798</u>
Estimated or Actual Federal Tax Liability	<u>\$ 0</u>

State Taxable Income Reported	<u>\$ 3,595,798</u>
Estimated or Actual State Tax Liability	<u>\$ 0</u>

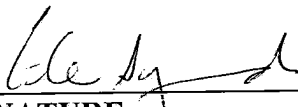
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>\$ 60,459,260</u>
Amount of Gross-Up Tax Collected	<u>\$ 0</u>
Total Grossed-Up Contributions/Advances	<u>\$ 0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

April 15, 2011

DATE

Graham Symmonds

PRINTED NAME

CTO & SVP Regulatory Affairs & Compliance

TITLE

VERIFICATION AND SWORN STATEMENT
Intrastate Revenues Only

RECEIVED
APR 13 2011
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA Maricopa

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance

OF THE Global Water – Santa Cruz Water Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

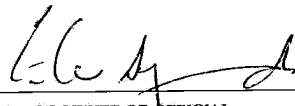
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 10,646,716.00

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$961,282 SALE TAXES, \$25,241 ACC FEE, and
\$2,316 RUCO FEE BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

623-580-9600

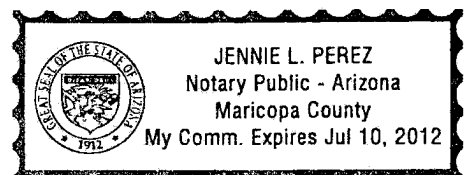
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ

A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA

THIS 15 DAY OF APRIL, 2011.

MY COMMISSION EXPIRES 7/10/2012





SIGNATURE OF NOTARY PUBLIC

VERIFICATION AND SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED
APR 15 2011
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA Maricopa

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance

OF THE Global Water – Santa Cruz Water Company, Inc.

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FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

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SWORN STATEMENT

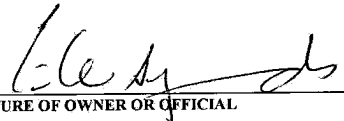
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 8,578,106

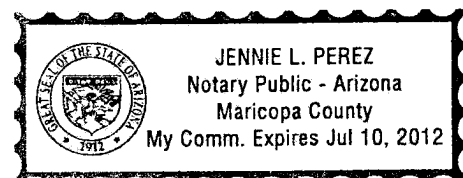
(THE AMOUNT IN BOX AT LEFT INCLUDES \$740,986 SALES TAXES, \$19,261 ACC FEE, \$2,230 RUCO FEE BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL

623-580-9600
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA
THIS 15 DAY OF APRIL, 2011.



MY COMMISSION EXPIRES 7/10/2012


SIGNATURE OF NOTARY PUBLIC